



October 19, 2017

SUBJECT APPROVAL OF AGREEMENT WITH DEPARTMENT OF FINANCE (DOF)	<input checked="checked" type="checkbox"/> Action <input type="checkbox"/> Information
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SUMMARY OF THE REQUEST

This is a request for approval to enter into an agreement with the DOF, Office of State Audits and Evaluations for \$525,000 from July 1, 2017, to June 30, 2020, to perform audits of the financial statements of the Children and Families Trust Fund and related accounts. The funding over three years is as follows:

Audit Period Ending:	Costs Not to Exceed:
June 30, 2017	\$172,500
June 30, 2018	\$175,000
June 30, 2019	\$177,500
Total Cost	\$525,000

RECOMMENDATION

First 5 California staff recommends the Commission approve this three-year agreement.

BACKGROUND OF KEY ISSUES

Health and Safety Code Section 130150 (b) states, "The state commission shall...conduct an audit and prepare a written report on the implementation and performance of the state commission functions during the preceding fiscal year, including, at a minimum, the manner in which funds were expended..."

SUMMARY OF PREVIOUS COMMISSION DISCUSSION AND ACTION

The DOF has traditionally conducted the required annual audit at cost according to State Administrative Manual Section 8752.1.